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CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

**FINANCIAL STATEMENTS
AND
AUDITORS' REPORTS**

June 30, 2002

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/15/03

**CONCORDIA COUNCIL ON AGING, INC.
VIDALIA, LOUISIANA**

**FINANCIAL STATEMENTS AND AUDITORS' REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

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**CONCORDIA COUNCIL ON AGING, INC.
VIDALIA, LOUISIANA**

**FINANCIAL STATEMENTS AND AUDITORS' REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

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SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

INDEPENDENT AUDITORS' REPORT

Board of Directors
Concordia Council on Aging, Inc.
Vidalia, Louisiana

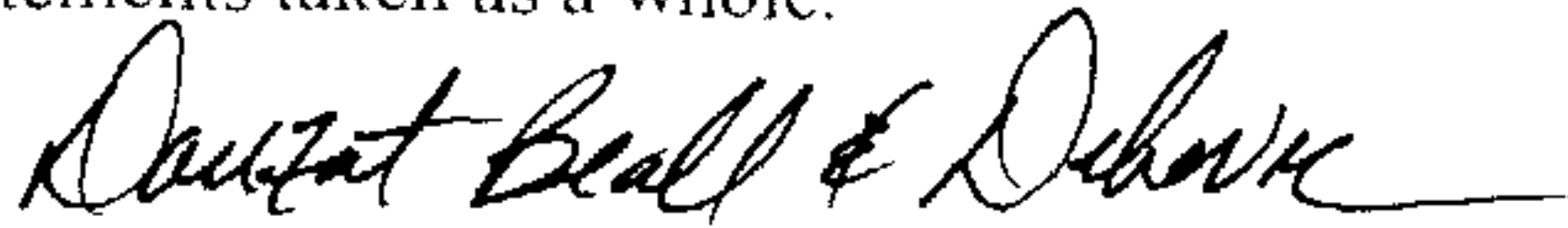
We have audited the accompanying general purpose financial statements of Concordia Council on Aging, Inc., (a non-profit, quasi-public organization) as of and for the year ended June 30, 2002. These general purpose financial statements are the responsibility of the **Council's** management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the U. S. and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Concordia Council on Aging, Inc., as of June 30, 2002, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2002, on our consideration of the **Council's** internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, and contracts.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The additional information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Concordia Council on Aging, Inc. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



Certified Public Accountants

October 24, 2002

EXHIBIT A

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2002
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2001

	<u>Governmental Fund Types</u>		<u>Account Group</u>	<u>Totals</u>	
	<u>General</u>	<u>Special Revenue</u>	<u>General Fixed Assets</u>	<u>(Memorandum Only)</u>	
				<u>2002</u>	<u>2001</u>
ASSETS					
Cash	\$ 92,118	\$ 1,169		\$ 93,287	\$ 70,900
Investments	54,658			54,658	61,960
Accounts receivable Cenla Area Agency on Aging, Inc		12,241		12,241	9,876
Prepays	2,537			2,537	10,566
Due from Special Revenue Fund	11,774			11,774	9,233
General fixed assets			\$ 126,731	126,731	97,324
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 161,087</u>	<u>\$ 13,410</u>	<u>\$ 126,731</u>	<u>\$ 301,228</u>	<u>\$ 259,859</u>
LIABILITIES, AND FUND EQUITY					
LIABILITIES:					
Accounts payable		\$ 467		\$ 467	\$ 643
Due to General Fund		11,774		11,774	11,774
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>-0-</u>	<u>12,241</u>	<u>-0-</u>	<u>12,241</u>	<u>9,876</u>
FUND EQUITY					
Investment in General Fixed Assets			\$ 126,731	126,731	97,324
Fund balances					
Reserved for Utility Assistance		1,169		1,169	555
Unreserved - Undesignated	<u>\$ 161,087</u>	<u> </u>	<u> </u>	<u>161,087</u>	<u>152,104</u>
Total Fund Equity	<u>161,087</u>	<u>1,169</u>	<u>126,731</u>	<u>288,987</u>	<u>249,983</u>
Total Liabilities and Fund Equity	<u>\$ 161,087</u>	<u>\$ 13,410</u>	<u>\$ 126,731</u>	<u>\$ 301,228</u>	<u>\$ 259,859</u>

The accompanying notes are an integral part of this statement.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

EXHIBIT B

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30, 2002
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2001**

	<u>General</u>	<u>Special Revenue</u>	<u>Totals (Memorandum Only)</u>	
			<u>2002</u>	<u>2001</u>
Revenues				
Intergovernmental				
Cenla Area Agency on				
Aging, Inc		\$ 123,844	\$ 123,844	\$ 107,948
Office of Elderly Affairs	\$ 21,779		21,779	21,779
LA Dept of Transportation and				
Development				-0-
Department of Health and				
Hospitals	6,092		6,092	7,647
Program income		14,886	14,886	14,628
Public support	2,377	31,703	34,080	34,766
Interest income	3,082	1,005	4,087	4,490
In-kind income	9,353	29,109	38,462	9,353
Other				2,785
Total revenues	<u>42,683</u>	<u>200,547</u>	<u>243,230</u>	<u>203,396</u>
Expenditures				
Current				
Salaries	10,823	107,874	118,697	116,260
Fringe	973	12,227	13,200	14,097
Travel	179	14,114	14,293	13,128
Operating services	451	31,095	31,546	30,803
Operating supplies	67	4,376	4,443	5,273
Other costs	1,204	4,512	5,716	5,268
Capital outlay				2,019
In-kind expenses	<u>9,353</u>	<u>29,109</u>	<u>38,462</u>	<u>9,353</u>
Total expenditures	<u>23,050</u>	<u>203,307</u>	<u>226,357</u>	<u>196,201</u>
Excess (deficiency) of				
revenues over expenditures	<u>19,633</u>	<u>(2,759)</u>	<u>16,874</u>	<u>7,195</u>
Other financing sources (uses)				
Operating transfers in	22,026	53,937	75,963	49,015
Operating transfers out	(25,399)	(50,564)	(75,963)	(49,015)
Sale of assets				3,353
Total other financing				
sources (uses)	<u>(3,373)</u>	<u>3,373</u>	<u>-0-</u>	<u>3,353</u>
Excess (deficiency) of revenues				
 and other financing sources over				
 expenditures and other financing				
 uses	16,260	614	16,874	10,548
Fund balance, beginning	<u>152,104</u>	<u>555</u>	<u>152,659</u>	<u>142,112</u>
Fund balance, ending	<u>\$ 168,364</u>	<u>\$ 1,169</u>	<u>\$ 169,533</u>	<u>\$ 152,659</u>

The accompanying notes are an integral part of this statement.

EXHIBIT C

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 For the Year Ended June 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
REVENUES			
Intergovernmental	\$ 27,879	\$ 27,871	\$ (8)
Public support	31,875	2,377	(29,498)
Interest income		3,082	3,082
In-kind income	<u>9,353</u>	<u>9,353</u>	
Total revenues	<u>69,107</u>	<u>42,683</u>	<u>(26,424)</u>
EXPENDITURES			
Current:			
Salaries	5,700	10,823	(5,123)
Fringe	729	973	(244)
Travel	173	179	(6)
Operating services	607	451	156
Operating supplies	92	67	25
Other costs		1,204	(1,204)
In-kind expenses	<u>9,353</u>	<u>9,353</u>	
Total expenditures	<u>16,654</u>	<u>23,050</u>	<u>(6,396)</u>
Excess (deficiency) of revenues over expenditures	52,453	19,633	(32,820)
OTHER FINANCING SOURCES (USES)			
Operating transfers in		22,026	22,026
Operating transfers out	(21,779)	(25,399)	(3,620)
Total other financing sources (uses)	<u>(21,779)</u>	<u>(3,373)</u>	<u>18,406</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	30,674	16,260	(14,414)
Fund balance, beginning	<u>152,104</u>	<u>152,104</u>	
Fund balance, ending	<u>\$ 182,778</u>	<u>\$ 168,364</u>	<u>\$ (14,414)</u>

The accompanying notes are an integral part of this statement.

EXHIBIT D

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
For the Year Ended June 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
REVENUES			
Intergovernmental	\$ 118,421	\$ 123,844	\$ 5,423
Public support		31,703	31,703
Program income	17,500	14,886	(2,614)
Interest income		1,005	1,005
In-kind	<u>29,109</u>	<u>29,109</u>	<u>-0-</u>
Total revenues	<u>165,030</u>	<u>200,547</u>	<u>35,517</u>
EXPENDITURES			
Current:			
Salaries	113,086	107,874	5,212
Fringe	14,442	12,227	2,215
Travel	15,036	14,114	922
Operating services	32,210	31,095	1,115
Operating supplies	11,100	4,376	6,724
Other costs		4,512	(4,512)
In-Kind	<u>29,109</u>	<u>29,109</u>	<u>-0-</u>
Total expenditures	<u>214,983</u>	<u>203,307</u>	<u>11,676</u>
Excess (deficiency) of revenues over expenditures	(49,953)	(2,759)	47,194
OTHER FINANCING SOURCES (USES)			
Operating transfers in	78,491	53,937	(24,554)
Operating transfers out	<u>(28,538)</u>	<u>(50,564)</u>	<u>(22,026)</u>
Total other financing sources (uses)	<u>49,953</u>	<u>3,373</u>	<u>(46,580)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-0-	614	614
Fund balance, beginning	<u>555</u>	<u>555</u>	<u>-0-</u>
Fund balance, ending	<u>\$ 555</u>	<u>\$ 1,169</u>	<u>\$ 614</u>

The accompanying notes are an integral part of this statement.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity:

In 1964, the State of Louisiana passed Act 456 which authorized the charter of voluntary councils on aging for the welfare of the aging people in their respective parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The Concordia Council on Aging, Inc. is a non-profit corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs. The **Council** also receives revenues from other federal, state, and local government agencies which may impose certain restrictions on how the **Council** can use the money provided.

The **Council** is not a component unit of another primary government nor does it have any component units which are related to it. Therefore, the **Council** has presented its financial statements as a separate special-purpose government.

The primary function of Concordia Council on Aging, Inc. is to improve the quality of life for the parish's elderly and to provide services to the elderly of the parish. Such services include providing a location for meals, nutritional education, information and assistance services, chore services, operating senior centers, and transportation. A Board of Directors, consisting of voluntary members who serve three-year terms, governs the **Council**.

B. Presentation of Statements:

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. In November of 1984, the GASB issued a codification of governmental accounting and financial reporting standards. This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

B. Presentation of Statements: (continued)

The accompanying financial statements conform to generally accepted accounting principles for state and local governments. These statements have incorporated any applicable requirements set forth by Audits of State and Local Governmental Units, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI - Annual Financial Reporting, accounting manual for Governor's Office of Elderly Affairs contractors; and, the Louisiana Governmental Audit Guide.

C. Fund Accounting:

The accounts of the **Council** are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report into two generic fund types and one broad fund category (account group).

Governmental Fund Types

Governmental funds are used to account for all or most of the **Council's** general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition of fixed assets, and the servicing of general long-term debt.

The governmental funds and the programs comprising them as presented in the financial statements are described as follows:

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

C. Fund Accounting: (Continued)

General Fund

The General Fund is the general operating fund of the **Council**. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the source (federal, state, or local) from which they are derived. In addition, the servicing of general long-term debt is accounted for in the General Fund because unrestricted resources are used to pay for the liabilities incurred by this fund and there are no legal mandates to use a debt service fund.

The following programs comprise the **Council's** General Fund:

Other Local

Revenues, such as, (1) donations from the general public, (2) income from various fund raisers (3) program service revenue from renting Medic Alert units and providing Medicaid services, and (4) interest income earned on idle funds which have been invested, have been recorded in the "other local" program of the General fund. Expenses incurred which are not chargeable to specific programs are recorded at "other local" program expenditures. Also, expenses incurred to produce related program service fees and fund raising income are charged to "other local" program expenditures. "Other local" funds are also used as transfers to special revenue funds to supplement those programs. In addition, fixed asset additions are generally paid with "other local" funds.

Title 19 Medicaid

Louisiana Department of Health and Hospitals reimburses the **Council** for transportation of Medicaid patients to medical appointments.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

C. Fund Accounting: (Continued)

General Fund (continued)

PCOA (Act 735)

PCOA (Act 735) funds are appropriated for the **Council** by the Louisiana Legislature and remitted to the **Council** via the Governor's Office of Elderly Affairs (GOEA). The council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60 years old.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments and major capital projects) that are legally restricted to expenditures for specified purposes. Most of the **Council's** special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services - Administration on Aging through the Governor's Office of Elderly Affairs to Cenla Area Agency on Aging, Inc. who funds the **Council** on a predetermined unit cost reimbursement basis up to the contract amount.

The following funds are funds which comprise the **Council's** Special Revenue Funds:

Title III-B Supportive Services Fund

The Title III-B Supportive Services Fund is used to account for funds which are to provide a variety of social services; such as, information and assistance, access services, in-home services, community services and outreach for people age 60 and older.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

C. Fund Accounting: (Continued)

Title III C-1 Fund

The Title III C-1 Fund is used to account for funds which are used to provide nutritional, congregate meals to the elderly in strategically located centers. During the fiscal year July 1, 2001 to June 30, 2002, the **Council** served about 18,914 congregate meals.

Title III C-2 Home Delivered Meals Fund

Title III C-2 Fund is used to account for funds which are used to provide nutritional, home delivered meals to homebound older persons. During the fiscal year July 1, 2001 to June 30, 2002, the **Council** served about 19,337 home delivered meals.

Title III-D Fund

The Fund accounts for the resources and activities of the National Family Care Giver Support Program. The purpose of the program is to provide multifaceted systems of support services for family care givers and grandparents or older individuals who are relative care givers.

Title III-E Fund

The fund accounts for the resources and activities of the National Family Caregiver Support Program. The purpose of the program is to provide multifaceted systems of support services for the family caregivers and grandparents or older individuals who are relative caregivers.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

C. Fund Accounting: (Continued)

Special Revenue Fund (continued)

Senior Center Fund

The Senior Center fund is used to account for the administration of Senior Center program funds appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs to Cenla Area Agency on Aging, Inc. who funds the **Council** on a predetermined unit cost reimbursement basis up to the contract amount. This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The **Council** operates 2 senior centers in Concordia Parish, Louisiana.

Supplemental Senior Center Fund

The Supplemental Senior Center Fund is used to account for additional funds to be used to supplement the primary contract for the Senior Centers. These funds are appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs to Cenla Area Agency Aging, Inc. who funds the **Council**.

Utility Assistance Fund

The Utility Assistance Fund is used to account for the administration of programs that are sponsored by local utility companies. The companies collect contributions from service customers and employees and remit the funds directly to the **Council** or the Louisiana Association of Councils on Aging (LACOA), which in turn remits funds relating to Concordia Parish to the **Council**. These funds are used to provide financial assistance to the elderly for the payment of their utility bills.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

C. Fund Accounting: (Continued)

Special Revenue Fund (continued)

Account Groups

An account group is a financial reporting device designated to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The following account groups are not "funds".

General Fixed Assets

The fixed assets (capital outlays) used in governmental fund type operations of Concordia Council on Aging, Inc. are accounted for (capitalized) in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased.

D. Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds, including the General and Special Revenue Funds, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets.

Governmental funds are maintained on the modified accrual basis of accounting wherein revenues are recognized in the accounting period in which they become available and measurable. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

F. Transfers:

Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

F. Budget Policy:

The **Council** follows these procedures in establishing the budgetary data reflected in these financial statements.

- The Cenla Area Agency on Aging, Inc. notifies the **Council** each year as to the funding levels for each program's grant award.
- The **Council** may also obtain grants from agencies other than GOFA and the **Council** considers the potential revenues to be earned under those grants.
- Projections are made of revenues from other sources based on past trends and data available to form expectations of future revenues.
- The Executive Director prepares a proposed budget based on the funding levels provided by Cenla Area Agency on Aging, Inc. and then submits the budget to the Board of Directors for approval before May 31 of the current year for the following year.
- The adopted budget is forwarded to the Cenla Area Agency on Aging, Inc. for final approval.
- All budgetary appropriations lapse at the end of each fiscal year (June 30). Occasionally, the **Council** will receive a special project grant which may operate on a period different from the **Council's** normal fiscal year, and therefore, have a specified date where the budgetary appropriations will lapse.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

F. Budget Policy: (Continued)

- The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.
- Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments.
- Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control policy.
- The **Council** may transfer funds between line items as often as required but must obtain prior approval from the Cenla Area Agency on Aging, Inc. for funds received under grants from GOEA.
- The **Council** is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some General Fund activities are not budgeted, particularly if they are deemed to be immaterial by management.

G. Total Columns of Combined Statements:

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to help with financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

H. Fixed Assets:

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed asset account group, and are recorded as expenditures in the governmental fund types when purchased. No depreciation has been provided on general fixed assets.

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date of donation.

I. Comparative Data:

Comparative data for the prior year is presented in the accompanying financial statements to provide an understanding of changes in the **Council's** financial position and operations. However, presentation of comparative data by fund type is not presented in each of the statements since its inclusion would make the statements unduly complex and difficult to read.

J. Restricted Assets:

Restricted assets represent assets which are primarily acquired through donations whereby the donor places restrictions on how the donation can be used by the **Council** (i.e., utility assistance funds). Restricted assets are offset by reservations of fund balances.

**NOTE 2 REVENUE RECOGNITIONS - INTERGOVERNMENTAL GRANTS,
PUBLIC SUPPORT, AND MISCELLANEOUS REVENUES**

Intergovernmental revenues are recorded in governmental funds as revenues in the accounting period that they become susceptible to accrual, that is, measurable and available (modified accrual basis). (Contracts do not allow the **Council** to recognize revenue until units of services are provided.)

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

**NOTE 2 REVENUE RECOGNITIONS - INTERGOVERNMENTAL GRANTS,
PUBLIC SUPPORT, AND MISCELLANEOUS REVENUES (Continued)**

Act 735 funds are received as monthly allocations of the total grant in advance of the actual expenditures.

Public Support and Miscellaneous Revenues

The **Council** encourages and receives contributions from clients to help offset the costs of various programs. In addition, various fund raisers are held during the year to obtain funds to offset costs of general operations and senior center activities. The timing and amounts of the receipts of public support and miscellaneous revenues are difficult to predict; therefore, they are not susceptible to accrual and are recorded as revenue in the period received.

NOTE 3 IN-KIND CONTRIBUTIONS

The **Council** received various in-kind contributions during the year. Senior Center facilities were furnished in Ferriday and Vidalia to the **Council** without charge for rent or utilities by the Concordia Parish School Board and the City of Vidalia. The **Council's** administrative office and Senior Center were provided by the Concordia Police Jury without charge for rent or utilities.

NOTE 4 INCOME TAX STATUS

The **Council**, a non-profit corporation, is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986 and as an organization that is not a private foundation as defined in Section 509 (a) of the Code. It is also exempt from Louisiana income tax.

NOTE 5 FUND BALANCE - RESERVED

Fund balance - reserved - special revenue fund consists of amounts to be specifically used for utility assistance.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

NOTE 6 CONTRACTS RECEIVABLE

Contracts receivable at June 30, 2002, consisted of the following:

<u>Program</u>	<u>Fund</u>	<u>Funding Agency</u>	<u>Amount</u>
Senior Center	Special Revenue	Cenla AAA	\$ 1,755
Title III-B	Special Revenue	Cenla AAA	3,629
Title III C-1	Special Revenue	Cenla AAA	1,399
Title III C-2	Special Revenue	Cenla AAA	2,400
Title III E	Special Revenue	Cenla AAA	2,433
Title III D	Special Revenue	Cenla AAA	250
Supplemental Senior Center	Special Revenue	Cenla AAA	<u>375</u>
Total			<u>\$12,241</u>

NOTE 7 CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>Balance 6/30/01</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/02</u>
Furniture & equipment	\$ 17,542		\$ (6,979)	\$ 10,563
Vehicles	<u>79,782</u>	<u>\$ 36,386</u>	<u> </u>	<u>116,168</u>
Total	<u>\$ 97,324</u>	<u>\$ 36,386</u>	<u>\$ (6,979)</u>	<u>\$ 126,731</u>

NOTE 8 COMPENSATED ABSENCES

The **Council's** employees earn vacation and sick leave at a rate of one hour for every twenty hours worked for employees with less than five years service and one and one quarter hour for every twenty hours worked for employees with five years or more of service. Upon separation of service, an employee is paid for unused annual leave, but not unused sick leave. The amount of accumulated annual leave at June 30, 2002 is immaterial and not reflected in the financial statements.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

NOTE 9 CASH IN BANK

The **Council** maintains a consolidated bank account to deposit the money it collects and to pay its bills. The consolidated bank account is available for use by all funds. The purpose of this consolidated account is to reduce administration costs and facilitate cash management. The consolidated account also allows those funds with available cash balances to cover any negative cash balances in other funds at year end. At June 30, 2002, the balance of the **Council's** consolidated bank account was \$82,851. The related bank balance (collected deposits) at that date was \$99,668. The **Council** also maintains two certificates of deposit. At June 30, 2002, the balance of the certificates of deposit were \$65,042. All of the deposits were covered by federal depository insurance. GASB Statement 3 categorized the credit risk of these deposits as Category 1 because they are fully insured.

NOTE 10 JUDGEMENTS, CLAIMS AND SIMILAR CONTINGENCIES

There is no litigation pending against the **Council** at June 30, 2002. Furthermore, **Council's** management believes that any potential litigation would be adequately covered by insurance.

NOTE 11 FEDERAL AWARD PROGRAMS

The **Council** receives revenues from various federal and state grant programs which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period agreed upon by the agency and the **Council**. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the **Council's** financial position.

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

NOTE 12 ECONOMIC DEPENDENCY

The **Council** receives the majority of its revenue from contracts with Cenla Area Agency on Aging, Inc. If significant budget cuts are made at the federal and/or state level, the amount of funds contracted by Cenla Area Agency on Aging, Inc. could be reduced significantly and have an adverse impact on the **Council's** operations. Management is not aware of any actions that will adversely affect the amount of funds the **Council** will receive in the next fiscal year.

NOTE 13 RISK MANAGEMENT

The **Council** is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The **Council** has purchased commercial insurance to cover or reduce the risk of loss that might arise should one of these incidents occur. No settlements were made during the year that exceeded the **Council's** insurance coverage.

NOTE 14 INTERFUND TRANSFERS

Operating transfers in and out are listed by fund for Year ended 2002:

Funds Transferred In	Funds Transferred Out				
	Title III D	Senior Center	Supplemental Senior Center	General Fund	Total In
Title III B- Supportive Services	\$2,966	\$21,071	\$ 4,500	\$21,779	\$ 50,316
Total Out	<u>\$2,966</u>	<u>\$21,071</u>	<u>\$ 4,500</u>	<u>\$21,779</u>	<u>\$ 50,316</u>

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 2002

NOTE 16 BOARD OF DIRECTORS COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for out-of-town travel expenses incurred in accordance with the **Council's** regular personnel policy.

ADDITIONAL INFORMATION

SCHEDULE 1

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

COMBINING SCHEDULE OF PROGRAM REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GENERAL FUND
For the Year Ended June 30, 2002

	<u>Other Local</u>	<u>Medicaid</u>	<u>PCOA Act 735</u>	<u>Totals</u>
Revenues				
Intergovernmental				
Office of Elderly Affairs			\$ 21,779	\$ 21,779
Department of Health and Hospitals		\$6,092		6,092
Public support	\$ 2,377			2,377
Interest income	3,082			3,082
In-kind income	<u>9,353</u>			<u>9,353</u>
Total revenues	<u>14,812</u>	<u>6,092</u>	<u>21,779</u>	<u>42,683</u>
Expenditures				
Current				
Salaries		10,823		10,823
Fringe		973		973
Travel		179		179
Operating services		451		451
Operating supplies		67		67
Other costs	1,060	144		1,204
In-kind expenses	9,353			9,353
Capital outlay	<u>7,277</u>			<u>7,277</u>
Total expenditures	<u>17,690</u>	<u>12,637</u>	<u>-0-</u>	<u>30,327</u>
Excess (deficiency) of revenues over expenditures	<u>(2,878)</u>	<u>(6,545)</u>	<u>21,779</u>	<u>12,356</u>
Other financing sources (uses)				
Operating transfers in	22,026			22,026
Operating transfers out	<u>(3,620)</u>		<u>(21,779)</u>	<u>(25,399)</u>
Total other financing sources (uses)	18,406	-0-	(21,779)	(3,373)
Excess (deficiency) of revenues and other sources over expenditures and other uses	15,528	(6,545)	-0-	8,983
Fund balance, beginning	<u>155,885</u>	<u>(3,781)</u>	<u>-0-</u>	<u>152,104</u>
Fund balance, ending	<u>\$ 171,413</u>	<u>\$ (10,326)</u>	<u>\$ -0-</u>	<u>\$ 161,087</u>

The accompanying notes are an integral part of this statement

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

COMBINING SCHEDULE OF PROGRAM REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2002

	Utility Assistance	Title III B Supportive Services	Title III C-1	S	Title III C-2	Senior Center	Supplemental Senior Center	Title III-D	Section 5310	Title III E	Totals
Revenues											
Intergovernmental											
Cenla Area Agency on Aging, Inc.		\$ 43,526	\$ 11,472	\$ 26,610	\$ 21,071	\$ 4,500	\$ 2,967			13,698	\$ 123,844
Public support	\$ 2,078	20,392	3,105	6,128							31,703
Program income		2,933	6,161	5,445							14,886
In-kind revenue	348								29,109		29,109
Interest income		1,005									1,005
Other											
Total Revenues	<u>2,426</u>	<u>67,856</u>	<u>20,738</u>	<u>38,183</u>	<u>21,071</u>	<u>4,500</u>	<u>2,967</u>		<u>29,109</u>	<u>13,698</u>	<u>200,547</u>
Expenditures											
Current:											
Salaries		65,584	18,815	19,699						3,776	107,874
Fringe		7,536	1,893	2,228						570	12,227
Travel		2,584	263	11,141						126	14,114
Operating services	1,812	24,757	1,411	2,240						875	31,095
Operating supplies		2,483	1,230	532						131	4,376
Other		2,773	746	714						279	4,512
In kind									29,109		29,109
Total expenditures	<u>1,812</u>	<u>105,717</u>	<u>24,358</u>	<u>36,554</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>		<u>29,109</u>	<u>5,757</u>	<u>203,307</u>

SCHEDULE 2 (continued)

Excess (deficiency) of revenues over expenditures	614	(37,861)	(3,620)	1,629	21,071	4,500	2,967	-0-	7,941	(2,759)
Other financing sources (uses)										
Operating transfers in		50,317								53,937
Operating transfers out		(12,456)	3,620	(1,629)	(21,071)	(4,500)	(2,967)		(7,941)	(50,564)
Total other financing sources (uses)	-0-	37,861	3620	(1,629)	(21,071)	(4,500)	(2,967)		(7,941)	3,373
Excess (deficiency) of revenues and other sources over expenditures and other uses	614	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	614
Fund balance, beginning	555	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	555
Fund balance, ending	\$ 1,169	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 1,169

The accompanying notes are an integral part of this statement

SCHEDULE 3

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

SCHEDULE OF PROGRAM EXPENDITURES BUDGET VS. ACTUAL
For the Year Ended June 30, 2002

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<u>PCOA - ACT 735</u>			
Transfers out:	\$ 21,779	\$ 21,779	\$ -0-
Totals	<u>\$ 21,779</u>	<u>\$ 21,779</u>	<u>\$ -0-</u>
<u>TITLE III-B SUPPORTIVE SERVICES</u>			
Salaries	\$ 76,383	\$ 65,584	\$ 10,799
Fringe	9,754	7,536	2,218
Travel	3,895	2,584	1,311
Operating services	27,327	24,757	2,570
Operating supplies	9,398	2,483	6,915
Other costs		2,773	(2,773)
Transfers out:		12,456	(12,456)
Totals	<u>\$ 126,757</u>	<u>\$ 118,173</u>	<u>\$ 8,584</u>
<u>TITLE III C-1</u>			
Salaries	\$ 17,008	\$ 18,815	\$ (1,807)
Fringe	2,173	1,893	280
Travel	540	263	277
Operating services	1,888	1,411	477
Operating supplies	1,247	1,230	17
Other costs		746	(746)
Totals	<u>\$ 22,856</u>	<u>\$ 24,358</u>	<u>\$ (1,502)</u>

SCHEDULE 3 (continued)

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

SCHEDULE OF PROGRAM EXPENDITURES BUDGET VS. ACTUAL
For the Year Ended June 30, 2002

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
<u>TITLE III C-2</u>			
Salaries	\$ 19,695	\$ 19,699	\$ (4)
Fringe	2,515	2,228	287
Travel	10,601	11,141	(540)
Operating services	2,995	2,240	755
Operating supplies	455	532	(77)
Other costs		714	(714)
Transfers out:		<u>1,629</u>	<u>(1,629)</u>
Totals	<u>\$ 36,261</u>	<u>\$ 38,183</u>	<u>\$ (1,922)</u>
<u>TITLE III-D</u>			
Transfers out:	<u>\$ 2,967</u>	<u>\$ 2,967</u>	<u>\$ -0-</u>
Totals	<u>\$ 2,967</u>	<u>\$ 2,967</u>	<u>\$ -0-</u>
<u>SENIOR CENTER</u>			
Transfers out:	<u>\$ 21,071</u>	<u>\$ 21,071</u>	<u>\$ -0-</u>
Totals	<u>\$ 21,071</u>	<u>\$ 21,071</u>	<u>\$ -0-</u>
<u>SUPPLEMENTAL SENIOR CENTER</u>			
Transfers out:	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ -0-</u>
Totals	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ -0-</u>

The accompanying notes are an integral part of this statement.

SCHEDULE 3 (continued)

CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana

SCHEDULE OF PROGRAM EXPENDITURES BUDGET VS. ACTUAL
For the Year Ended June 30, 2002

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<u>UTILITY ASSISTANCE</u>			
Operating services	<u>\$ -0-</u>	<u>\$ 1,812</u>	<u>\$ (1,812)</u>
 <u>MEDICAID TRANSPORTATION</u>			
Salaries	\$ 5,700	\$ 10,823	\$ (5,123)
Fringe	729	973	(244)
Travel	173	179	(6)
Operating services	607	451	156
Operating supplies	92	67	25
Other		144	(144)
Totals	<u>\$ 7,301</u>	<u>\$ 12,637</u>	<u>\$ (5,336)</u>

The accompanying notes are an integral part of this statement.

SCHEDULE 4

**CONCORDIA COUNCIL ON AGING, INC.
Vidalia, Louisiana**

**COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS
AND CHANGES IN GENERAL FIXED ASSETS
For the Year Ended June 30, 2002**

	Balance June 30, 2001	Additions	Deletions	Balance June 30, 2002
GENERAL FIXED ASSETS, AT COST				
Furniture	\$ 17,542	\$ -0-	\$ (6,979)	\$ 10,563
Vehicles	<u>79,782</u>	<u>36,386</u>	<u>-0-</u>	<u>116,168</u>
Total General Fixed Assets	<u>\$ 97,324</u>	<u>\$36,386</u>	<u>\$ (6,979)</u>	<u>\$ 126,731</u>
INVESTMENT IN GENERAL FIXED ASSETS				
Title III-B	\$ 133		(133)	\$ -0-
Section 5310	60,632	29,108		89,740
Senior Center	489		(489)	-0-
Act 735	492		(492)	-0-
General	<u>35,578</u>	<u>7,278</u>	<u>(5,865)</u>	<u>36,991</u>
Total Investment in General Fixed Assets	<u>\$ 97,324</u>	<u>\$36,386</u>	<u>\$ (6,979)</u>	<u>\$126,731</u>

The accompanying notes are an integral part of this statement.

**OTHER REPORT REQUIRED BY
*GOVERNMENT AUDITING STANDARDS***



DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Directors
Concordia Council on Aging, Inc.

We have audited the general purpose financial statements of Concordia Council on Aging, Inc. (a non-profit organization) as of and for the year ended June 30, 2002, and have issued our report thereon dated October 24, 2002. We conducted our audit in accordance with generally accepted auditing standards in the U. S. and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the **Council's** financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions is not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no material instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the **Council's** internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

This report is intended for the information of the Board of Directors, management and federal awarding agencies, and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink, appearing to read "Robert Ball & Devere". The signature is fluid and cursive, with the ampersand clearly visible.

Certified Public Accountants

October 24, 2002

CONCORDIA COUNCIL ON AGING, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2002

We have audited the financial statements of Concordia Council on Aging, Inc. as of and for the year ended June 30, 2002, and have issued our report thereon dated October 24, 2002. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2002 resulted in an unqualified opinion.

Section I Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal control

Material Weaknesses ☐ Yes ☒ No

Reportable Conditions ☐ Yes ☒ No

Compliance

Non Compliance Material to Financial Statements ☐ Yes ☒ No

Section II Financial Statement Findings

There were no Financial Statement findings or questioned costs.

CONCORDIA COUNCIL ON AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2001

**SECTION 1 INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE
FINANCIAL STATEMENTS**

There were no Internal Control or Compliance findings.